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## EGYPT-LIBYA

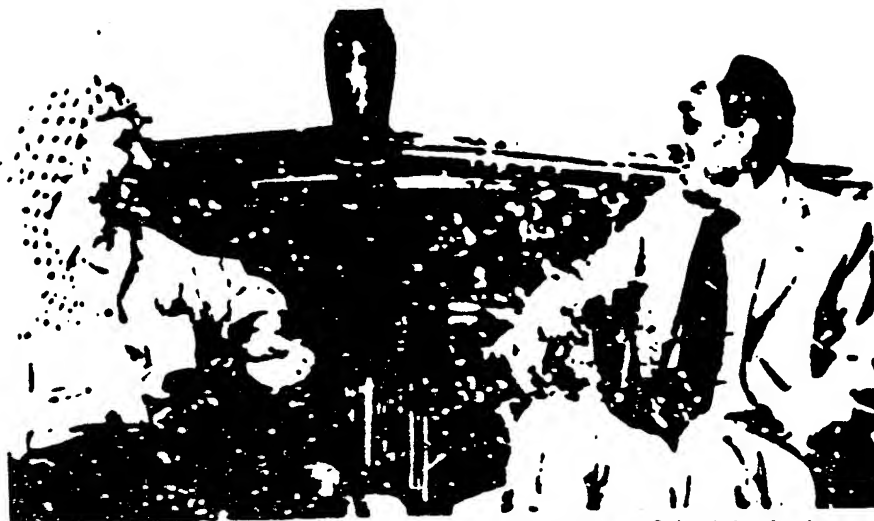
After several days of fighting, during which Egyptian military forces scored several victories against Libyan units, Egyptian President Sadat announced a unilateral cease-fire on July 25. Libyan President Qadhafi has not formally responded to the announcement, and negotiations on a permanent truce appear to be stalemated. A developing dispute over the legal boundary between the two countries is complicating the negotiations. The two sides are observing a de facto truce, however, and are pulling back their forces in accordance with an unpublicized disengagement agreement.

Although the Egyptians thus far have had the upper hand in the field, Sadat has not accomplished his goals: to teach Qadhafi a lesson and to induce the Libyan people to overthrow Qadhafi. The Libyan leader thus far has gained a great deal of political mileage from the conflict. The Egyptians are clearly keeping open their options for further military action against Libya, and fighting could erupt again.

### The Mood in Egypt

Egyptian President Sadat has justified Egyptian military actions as a necessary riposte to numerous Libyan transgressions and Qadhafi's repeated attempts to subvert the Egyptian government.

The government, however, apparently has not been able to convince the public that Egypt has right on its side.



*Egyptian President Sadat (r) confers in Alexandria with Palestinian leader Arafat concerning mediation in the Egyptian-Libyan dispute*

The Egyptians are clearly prepared to take further military action, but a decision to do so will have to take into account Egyptian public opinion, the reaction of the principal Arab states, the mediation efforts by various parties, and the likelihood that Egyptian actions will only strengthen Qadhafi.

enthusiasm in Libya may dampen considerably as news of casualty figures spread. For the time being, however, Qadhafi believes he has international sympathy on his side and that he can win the political war, if not the military battles.

### Mediation Efforts

Algeria, Kuwait, and Palestinian leader Arafat have all played a role in mediating the dispute, and several Arab and African states have called for emergency meetings of the Arab League and the Organization of African Unity. The general attitude among the Arab states is one of disappointment and concern over yet another split in Arab ranks that diverts resources and attention from the primary struggle with Israel.

### Soviet Reaction

Soviet commentary on the conflict has been cautious and sparse. The Soviets have supported Libya far less since fighting broke out than they did on two occasions during the past year when the threat of hostilities existed, strongly suggesting that Moscow does not want to antagonize the Egyptians. The Soviets presumably realize they cannot play a meaningful role in any Middle East settlement discussions as long as their relations with Egypt are in disarray.

Qadhafi may not be able to keep his people from knowing the extent of Libyan losses for very long, and the current

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